

QUARTERLY FINANCIAL STATEMENTS

Published in accordance with Section 61(3) of the Banking and Financial Services Act, 1994

Take note that the financial statements on a month on month basis are available on request at every branch of our bank

BALANCE SHEET	Quarter Ended	Quarter Ended
	30th June 2014	30th Sept 2014
	ZMW'000	ZMW'000
ASSETS		
Notes and coins	53,408	52,988
Balances with Bank of Zambia	67,585	94,687
Balances with banks and other financial institutions in Zambia	29,936	9,525
Balances with banks and other financial institutions abroad	50,071	37,664
Investments in securities	61,796	60,271
Loans and advances (net of Capitalised interest on non - performing loans and allowances for loan losses)	280,745	360,060
Interbranch	1,702	2,657
Fixed assets	37,824	35,724
Other assets	57,498	52,020
Total Assets	640,565	705,599
LIABILITIES		
Deposits	484,236	545,651
Balances due to banks and other financial institution in Zambia	10,000	10,000
Balances due to banks and other financial institution abroad	31,600	31,600
Other liabilities	6,240	9,492
Shareholders' equity	108,489	108,856
Total liabilities and shareholders' equity	640,565	705,599
Off balance sheet items		
Contingent liabilities	47,295	45,034
	47,295	45,034

STATEMENT OF LIQUIDITY POSITION	30th Sept 2014
	ZMW'000
(i) DEPOSIT LIABILITIES AND BILLS PAYABLE	
1. Demand deposits	293,466
2. Savings deposits	66,529
3. Time deposits	185,656
4. Bills payable	223
Total liabilities to the public and bills payable	<u>545,874</u>
(ii) TOTAL DEPOSIT LIABILITIES AND BILLS PAYABLE AT THE END OF THE PREVIOUS QUARTER	484,237
(iii) LIQUID ASSETS	
1. Gold coins & bullion	
2. Notes & coins which are legal tender in Zambia	52,988
3. Balances at Bank of Zambia	
(a) Current account	16,135
(b) Statutory deposits account	78,552
(c) OMO deposits	-
(d) Other balances	-
4. Treasury bills issued by the Government of the republic of Zambia (including those held as collateral for the Clearing House)	52,563
5. Money at call with any other bank	-
6. Bills of exchange and promissory notes eligible for discount at Bank of Zambia	
7. Local registered securities which are issued or guaranteed by Government of the Republic of Zambia and which have a final maturity date of not more than six years (at book value) and such other securities as the Minister may have approved	7,602
8. Items in transit between banks, branches and head office of bank	8,525
Total Liquid assets	216,366
(iv) RATIOS	
1. Liquid assets (items 2, 3 (a), 3 (c) and 4 as a percentage of total deposit liabilities and bills payable)	22.29
2. Total liquid assets as a percentage of total deposit liabilities and bills payable	39.64
3. Total liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter	40.34

INCOME STATEMENT	Quarter Ended	Year to Date
	30th Sept 2014	30th Sept 2014
	ZMW'000	ZMW'000
Interest income from:		
Loans & overdrafts	15,543	40,461
Banks and financial institution	732	2,930
Securities	2,410	7,796
Other	-	-
Total interest income	18,686	51,187
Interest expense		
Deposits	7,231	18,054
Paid to banks and financial institution	1,575	3,549
Shareholders Loans	-	-
Other	11	11
Total interest expense	8,817	21,614
Net interest income	9,869	29,573
Provision for loan losses	697	1,695
Net interest income after provision for loan losses	10,566	31,268
Non interest and other income		
Commissions fees and service charge	8,519	21,587
Foreign exchange		
- Fees from foreign exchange transactions	21	55
- Realised trading gains (losses)	1,950	6,726
- Unrealised trading gains (losses) from forex holding	202	1,585
Dividend income	-	-
Other	410	753
Total non-interest income	11,103	30,705
Net interest and other income	21,669	61,973
Non-interest expense		
Depreciation	1,692	4,952
Other	19,347	56,322
Total non-interest expense	21,039	61,275
Income before taxes and extraordinary items	630	698
Taxation	262	315
Income after taxation	368	383
Extraordinary items	-	-
Income after Taxation and Extra-ordinary items	368	383
Net Income	368	383

STATEMENT OF CAPITAL POSITION	30th Sept 2014
	ZMW'000
I. PRIMARY (Tier 1) CAPITAL	
(a) Paid-up common shares	95,915
(b) Eligible preferred shares	-
(c) Contribution surplus	49,725
(d) Retained earnings	(46,018)
(e) General reserves	-
(f) Statutory reserves	5,000
(g) Minority interests (common shareholders' equity)	-
(h) Sub-total	104,622
LESS:	
(i) Goodwill and intangible assets	-
(j) Investments in unconsolidated subsidiaries and associates	-
(k) Lending of a capital nature to subsidiaries and associates	-
(l) Holding of other banks' or financial institutions' capital instruments	-
(m) Assets pledged to secure liabilities	-
Sub-total(A) (items i to m)	-
OTHER ADJUSTMENTS:	
Provisions	
Assets of little or no realisable value	(106)
Other adjustments (specify)	
(n) Sub-total (B) - (Sub total A above + Other adjustments)	(106)
(o) Total primary capital (h-n)	104,516
II. SECONDARY (Tier 2) CAPITAL	
(a) Eligible preferred share (Regulations 13 and 17)	-
(b) Eligible subordinated term debt {Regulation 17 (b)}	-
(c) Eligible loan stock/capital {Regulation 17 (b)}	-
(d) Revaluation reserves {Regulation 17 (a)}(maximum is 40% of revaluation res)	-
(e) Other {Regulation 17 (a) specify}	1,694
(f) Total secondary capital	1,694
III. ELIGIBLE SECONDARY CAPITAL	1,694
(the maximum amount of secondary capital is limited to 100% of primary capital)	
IV. ELIGIBLE TOTAL CAPITAL {I(o)+III} (Regulatory capital)	106,210
V. MINIMUM TOTAL CAPITAL REQUIREMENT:	104,000
(The higher of 104,000 or 10 % of total on and off balance sheet risk-weighted assets as established in the First schedule)	
VI. EXCESS (DEFICIENCY) (IV minus V)	2,210
RISK BASED ASSETS	451,759

Charles H. de B Carey
Managing Director

Louis Kabula
Chief Financial Officer